

#### AMENDMENTS TO THE SPECIFICATION

Please replace the first paragraph on page 1 with the following rewritten paragraph:

#### CROSS-REFERENCE TO RELATED APPLICATIONS

This application is a continuation-in-part application of US Patent Application Serial No. 10/356,333, titled Fuel Cell System With Recuperative Heat Exchanger, filed January 31, 2003, now abandoned.

Please replace Paragraph [0037] beginning on page 10 with the following rewritten paragraph:

[0037] Figure 11 is a schematic diagram of a fuel cell system 160 similar to the system 10 above where like elements are represented by the same reference numeral. In this embodiment, a gas/gas heat exchanger 162 is provided in the cathode exhaust gas line 30. The cathode exhaust gas is cooled by the gas separated from the separator 32, as shown. Particularly, the separated gas from the separator 32 is directed on line 164 through the heat exchanger 162 through which the cathode exhaust gas flows. By using the separated gas from the separator 32 to cool the cathode exhaust gas on the line 30, the separator 32 is better able to remove water vapor from the cathode exhaust gas so that less water is output to the environment and more water is available for other system components.